

**GOVERNMENT OF ANDHRA PRADESH
ABSTRACT**

Industrial Promotion – Extension of certain incentives under Industrial Investment Promotion Policy (IIPP) 2010-15 to M/s. UPI Polymers Pvt Ltd to setup a Polyethylene Pipe and Double Wall Corrugated Pipe manufacturing unit of capacity 48391 MT at Survepally (V), Venkatachalam (M), SPSR Nellore District – Orders- Issued.

INDUSTRIES & COMMERCE (IP) DEPARTMENT

G.O.Ms.No. 45

Dated:04-06-2013

Read the following:-

1. From the Managing Director, M/s.UPI Polymers Pvt Ltd, Letter No. Nil, dated 12.04.2012 & 20.04.2012
2. The State Investment Promotion Committee Meeting held on 16.06.2012
3. The State Investment Promotion Board Meeting held on 27.06.2012

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ORDER:-

In the reference 1st read above, the Managing Director of M/s. UPI Polymers Pvt Ltd has informed that they have proposed to setup a Polyethylene Pipe and Double Wall Corrugated Pipe manufacturing unit of capacity 48391 MT at Survepally (V), Venkatachalam (M), SPSR Nellore District with an investment of Rs. 165 Crores in 1st phase, Rs. 150 crores in 2nd phase and Rs. 135 crores in 3rd phase by March 2015. The unit will create employment to 250 persons directly.

2. The Managing Director, M/s. UPI Polymers Pvt Ltd, Survepally (V), Venkatachalam (M), SPSR Nellore District has requested the Government for the following incentives:

- (a). Increase of sales tax subsidy from 25% to 50%
- (b). Increase of subsidy on power from Rs. 0.75 per unit to Rs. 1.25 per unit.
- (c). 100% reimbursement of stamp duty paid on land registration.

3. In the reference 2nd read above, State Investment Promotion Committee (SIPC) have discussed the above proposal and decided to place the matter before the State Investment Promotion Board (SIPB) with the following recommendations, subject to condition that the unit should complete 2nd phase within six months from date of Commencement of production by investing at least Rs. 250 Crs and above:

- (a) 50% VAT & CST reimbursement for a period of 5 years from date of commencement of commercial production (DCP).
- (b) All other incentives as per IIPP 2010-15 policy.

4. In the reference 3rd read above, the State Investment Promotion Board has discussed the proposal in detail and decided to extend the following incentives to the Company, as recommended by SIPC:

- (a) 50% VAT & CST reimbursement for a period of 5 years from date of commencement of commercial production (DCP).
- (b) All other incentives as per IIPP 2010-15 policy.

5. Government after careful examination of the proposal and recommendations of the State Investment Promotion Board, hereby extend the following incentives to M/s. UPI Polymers Pvt Ltd at Survepally (V), Venkatachalam (M), Nellore District, subject to the condition that the unit should complete 2nd phase within six months from the date of commencement of production by investing at least Rs.250 Crores and above.

1. 50% VAT & CST reimbursement for a period of 5 years from date of commencement of commercial production (DCP).

(PTO)

2. All other incentives as per IIPP 2010-15 policy, which include:

- (a) 100% reimbursement of Stamp duty and transfer duty paid by the industry on purchase of land meant for industrial use.
- (b) 100% reimbursement of Stamp duty for lease of land/Shed/Buildings and also mortgages and hypothecations.
- (c) Fixed power cost reimbursement @ Rs.0.75 per unit (upper ceiling) on the proposed revised rates (2010-11) for 5 years from the date of commencement of commercial production. In case, decrease in Power Tariff, the reimbursement will be reduced proportionately.
- (d) Infrastructure like roads, power and water will be provided at door step of the industry for standalone units by contributing 50% of the cost of infrastructure from IIDF with a ceiling of Rs.1.00 Crore, subject to (a) the location should be beyond 10 kms from the existing Industrial Estates/IDA's having vacant land/shed for allotment and (b) cost of the infrastructure limited to 15% of the eligible fixed capital investment made in the industry.
- (e) 25% subsidy on specific cleaner production measures limited to Rs.5.00 Lakhs.

6. The Industry shall provide at least 80% of employment to the candidates belonging to Andhra Pradesh State for becoming eligible to the above incentives.

7. The Commissioner of Industries, Hyderabad shall take necessary action, accordingly and intimate the status of the progress of work done by the unit from time to time to Government.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

**K.PRADEEP CHANDRA,
PRINCIPAL SECRETARY TO GOVERNMENT AND
COMMISSIONER FOR INDUSTRIAL PROMOTION**

To

The Commissioner of Industries, A.P., Hyderabad.

M/s. UPI Polymers Pvt Limited through the Commissioner of Industries, A.P., Hyderabad.

The Vice Chairman & Managing Director, APIIC, Hyderabad.

The District Collector, Krishna District.

Copy to:

The Revenue (CT) Department.

The Revenue (Registration) Department.

The Energy Department.

The Irrigation (Reforms) Dept.

The Law (J) Department.

The Ind. & Com. (INF) Dept.

The Accountant General, Andhra Pradesh, Hyderabad

The Commissioner of Commercial Taxes, Hyderabad

The Commissioner & IG, Registrations & Stamps, Hyderabad.

The Chairman & Managing Director, APTRANSCO., Hyderabad

The Managing Director, APSPDC Ltd., Tirupathi

The General Manager, District Industries Centre, Krishna

P.S. to Principal Secretary to Chief Minister

P.S. to Hon'ble Minister (Major Industries)

P.S. to Chief Secretary to Government

P.S. to Principal Secretary to Government & CIP, Industries & Commerce Dept.

SC/SF

// FORWARDED:: BY ORDER//

SECTION OFFICER